

# Consolidated Statement of Cash Flows

(All amounts are in millions of Indian Rupees)

Particulars	For the year ended March 31, 2017	For the year ended March 31, 2016
<b>Cash flows from operating activities</b>		
<b>Profit before tax</b>	<b>77,233</b>	<b>128,463</b>
<i>Adjustments for:</i>		
Depreciation and amortisation	197,730	174,498
Finance costs	95,466	85,461
Finance income	(18,492)	(16,326)
Share of results of joint ventures and associates	(10,449)	(10,666)
Exceptional items	(276)	(31,321)
Employee share-based payment expense	338	248
Other non-cash items	265	(143)
<b>Operating cash flow before changes in working capital</b>	<b>341,815</b>	<b>330,214</b>
<b>Changes in working capital</b>		
Trade receivables	13,001	12,656
Trade payables	9,633	(3,504)
Inventories	948	(872)
Provisions	(26)	(277)
Other financial and non financial liabilities	3,558	9,939
Other financial and non financial assets	(54,543)	(21,897)
<b>Net cash generated from operations before tax and dividend</b>	<b>314,386</b>	<b>326,259</b>
Dividend received	9,510	-
Income tax paid	(31,587)	(46,836)
<b>Net cash generated from operating activities (a)</b>	<b>292,309</b>	<b>279,423</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(223,030)	(193,313)
Proceeds from sale of property, plant and equipment	4,462	3,798
Purchase of intangible assets	(165,477)	(81,452)
Net movement in current investments	5,785	63,771
Purchase of non-current investments	(89,073)	(3,218)
Sale of non-current investments	82,557	7,642
Investment in subsidiaries, net of cash acquired	(283)	(135)
Sale of subsidiaries (refer note 5)	59,604	-
Sale of tower assets	7,120	56,821
Investment in associate	(250)	-
Proceeds from sale of interest in associate / joint venture (refer note 5)	447	55
Loan to joint venture / associate	-	(19)
Loan repayment received from joint venture / associate	-	14
Dividend received	279	118
Interest received	2,305	3,661
<b>Net cash used in investing activities (b)</b>	<b>(315,554)</b>	<b>(142,257)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	258,584	187,265
Repayment of borrowings	(274,608)	(309,656)
Net proceeds from short-term borrowings	25,377	4,558
Proceeds from sale and finance leaseback of towers	6,277	48,120
Repayment of finance lease liabilities	(3,899)	(2,593)
Purchase of treasury shares	-	(514)
Interest and other finance charges paid	(58,566)	(32,890)
Proceeds from exercise of share options	65	569
Dividend paid (including tax)	(9,168)	(15,304)
Proceeds from issuance of equity shares to NCI (refer note 5)	1,245	984
Sale of interest in a subsidiary (refer Note 5)	61,863	-
Purchase of shares from NCI (refer note 5)	(10,684)	-
<b>Net cash used in financing activities (c)</b>	<b>(3,514)</b>	<b>(119,461)</b>
<b>Net decrease in cash and cash equivalents during the year (a+b+c)</b>	<b>(26,759)</b>	<b>17,705</b>
Effect of exchange rate on cash and cash equivalents	(756)	1,343
Cash and cash equivalents as at beginning of the year	17,635	(1,413)
<b>Cash and cash equivalents as at end of the year (refer Note 17)</b>	<b>(9,880)</b>	<b>17,635</b>

The accompanying notes form an integral part of these consolidated financial statements.

As per our report of even date

For S. R. Batliboi & Associates LLP  
Chartered Accountants  
ICAI Firm Registration No: 101049W/E300004

per Nilangshu Katriar  
Partner  
Membership No: 58814

For and on behalf of the Board of Directors of Bharti Airtel Limited

Sunil Bharti Mittal  
Chairman  
DIN: 00042491

Gopal Vittal  
Managing Director  
& CEO (India & South Asia)  
DIN: 02291778

Place: New Delhi  
Date: May 9, 2017

Nilanjan Roy  
Global Chief Financial Officer